



UNITED STATES DEPARTMENT OF COMMERCE
The Under Secretary for International Trade
Washington, D.C. 20230

CONFIDENTIAL

January 25, 1982

MEMORANDUM FOR: Robert McFarlane
Lawrence S. Eagleburger
Fred C. Ikle
Richard D. DeLaurer
Robert D. Hormats
Norman Bailey

FROM: Lionel H. Olmer *LH*

The attachment is an attempt to clarify pending issues on export control vis-a-vis efforts to delay the Siberian pipeline. Your views are requested as soon as possible.

Although the facts and policy implications are accurately described (in brief), there remains a question of whether legal authority exists to control foreign made products of U.S. technology which was transferred prior to imposition of the expanded sanctions (December 30, 1981). Our General Counsel, Sherman Unger, will coordinate with GC's from other Departments to more thoroughly address this issue.

Attachment

cc: Sherman Unger

CONFIDENTIAL

UNCLASSIFIED UPON REMOVAL OF ATTACHMENT



ROUTING AND TRANSMITTAL SLIP		Date
		21 Jan '82
TO: (Name, office symbol, room number, building, Agency/Post)		Initials Date
1. DDI		<i>[Signature]</i> 25 Jan
2. Det EX DIR		<i>[Signature]</i>
3. DDCI		<i>[Signature]</i> 11 Feb 1982
4. DCI	<i>Rec'd 27 Jan 82</i>	<i>[Signature]</i>
5.		

Action	File	Note and Return
Approval	For Clearance	Per Conversation
As Requested	For Correction	Prepare Reply
Circulate	For Your Information	See Me
Comment	Investigate	Signature
Coordination	Justify	

REMARKS

Attached per your request is a paper giving additional information of Yamal pipeline prospects.

Send to Mr. See note Rg.

DO NOT use this form as a RECORD of approvals, concurrences, disposals, clearances, and similar actions

FROM: (Name, org. symbol, Agency/Post)	Room No.—Bldg.
D/EURA	6 G 42
	Phone No.

ER-82-6063

1/22/82 14

DCI -

Attached is response to your question on how debt or credit issue could be used (or would affect) the Yamal pipeline.

FYI - Norwegian gas pipeline proposal apparently on back burner because of Sov gas availability and economic stability in doubt. No doubt ^{in part} because financing would be at market rate -- 15% -- vs. 7.8 to 9.6% for Yamal. See attached chart. R9.